

\$750,002,002*
New Jersey Transportation Trust Fund Authority
Transportation System Bonds
2008 Series A

Supplement dated November 12, 2008 to Appendix I dated July 17, 2008 to the Preliminary Official Statement dated October 30, 2008, relating to the New Jersey Transportation Trust Fund Authority, Transportation System Bonds, 2008 Series A.

* Preliminary, subject to change.

1. Please insert the following Appendix I-3 directly preceding Appendix I-2 to the above-referenced Preliminary Official Statement:

APPENDIX I-3

SUPPLEMENT DATED NOVEMBER 12, 2008 TO APPENDIX I

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Supplement dated November 12, 2008 to Appendix I dated July 17, 2008

Please insert the following paragraph on page I-7 of Appendix I under the heading captioned "RECENT DEVELOPMENTS" following the subheading captioned "Fiscal Restructuring, Debt Reduction Plan and Amendment to the Debt Limitation Clause" and following the insertion of Appendix I-2, Supplement dated October 30, 2008 captioned "State Economic Stimulus Plan".

October 2008 revenues were \$211 million short of revenue projections, bringing the year to date revenue shortfall for Fiscal Year 2009 to approximately \$257 million. This revenue shortfall for the month of October 2008 indicates an accelerating trend of economic weakness. The State Treasurer projects at this time a revenue shortfall for Fiscal Year 2009 of up to \$1.2 billion from the amounts estimated in the Fiscal Year 2009 Appropriations Act.

The expected revenue shortfall will be partially addressed by the expected increase in the Fiscal Year 2008 ending balance of approximately \$200 million as a result of the final accounting of revenues for Fiscal Year 2008. The State also anticipates taking further actions to reduce Fiscal Year 2009 expenditures and achieve estimated savings as follows: (1) \$200 million of savings from the elimination of already identified Fiscal Year 2009 unspent appropriations; (2) \$625 million estimated savings from required reductions of expenditures of various State departments; (3) \$50-\$100 million estimated in savings from placing a freeze on equipment and supply purchases; and (4) \$50 million estimated in savings from placing a freeze on non-essential discretionary grants. In addition, the State will look for additional savings in contracts, procurement, and employee costs.

In addition to the projected revenue shortfall, there are additional expenditures of \$125 million anticipated to carry out the Governor's Economic Stimulus Plan announced on October 16, 2008. Funding for the Economic Stimulus Plan will be requested to be re-appropriated from the Long Term Obligation and Capital Expenditure Fund.

These measures are expected to enable the State to maintain the anticipated \$600 million ending balance for Fiscal Year 2009.

There can be no assurance that revenues will materialize as estimated above, that expenditures will not increase or that estimated savings will be achieved. Therefore, it may be necessary for the State to take additional actions.

State of New Jersey